

**PRELIMINARY  
DRAFT**

**CITY OF ELWOOD, KANSAS  
FINANCIAL STATEMENTS  
Year ended December 31, 2014**

CITY OF ELWOOD, KANSAS  
Financial Statements  
Year ended December 31, 2014

**PRELIMINARY**  
**DRAFT**

TABLE OF CONTENTS

	<u>Page Number</u>
INTRODUCTORY SECTION	
Table of Contents	i
FINANCIAL SECTION	
Independent Auditor's Report	1 - 2
Summary Statement of Receipts, Expenditures and Unencumbered Cash	3
Notes to the Financial Statements	4 - 8
Schedule 1	
Summary of Expenditures - Actual and Budget	9
Schedule 2	
Schedule of Receipts and Expenditures - Actual and Budget or Actual Only	
General Fund	10
Employee Benefit Fund	11
Special Highway Fund	12
Bond and Interest Fund	13
Electric Fund	14
Water Fund	15
Sewer Fund	16
Elwood Public Housing Authority – Related Municipal Entity	17
Schedule 3	
Summary of Receipts and Disbursements – Agency Funds	18



MIZE & HOUSER  
COMPANY P.A.

PRELIMINARY  
DRAFT

INDEPENDENT AUDITOR'S REPORT

Mayor and City Council  
City of Elwood, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures and unencumbered cash balances of the City of Elwood, Kansas (the City), as of and for the year ended December 31, 2014, and the related notes to the financial statement.

*Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Kansas Municipal Audit and Accounting Guide as described in Note 1 to meet the financial reporting requirements of the State of Kansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

*Auditor's Responsibility*

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

*Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles*

As described in Note 1 of the financial statement, the financial statement is prepared by the City to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

[www.mizehouser.com](http://www.mizehouser.com) ■ mhco@mizehouser.com

534 S Kansas Ave, Suite 700 ■ Topeka, KS 66603-3465 ■ 785.233.0536 p ■ 785.233.1078 f

534 S Kansas Ave, Suite 400 ■ Topeka, KS 66603-3454 ■ 785.234.5573 p ■ 785.234.1037 f

7101 College Blvd, Suite 900 ■ Overland Park, KS 66210-1984 ■ 913.451.1882 p ■ 913.451.2211 f

211 E Elghth Suite A ■ Lawrence, KS 66044-2771 ■ 785.842.8844 p ■ 785.842.9049 f

PRELIMINARY

DRAFT

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

*Adverse Opinion on U.S. Generally Accepted Accounting Principles*

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City as of December 31, 2014, or changes in financial position and cash flows thereof for the year then ended.

*Opinion on Regulatory Basis of Accounting*

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City as of December 31, 2014, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

*Report on Supplementary Information*

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and disbursements-agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

The 2013 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget (Schedule 2 as listed in the table of contents) is also presented for comparative analysis and is not a required part of the 2014 basic financial statement upon which we rendered an unmodified opinion dated September 24, 2014. The 2013 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link: <http://da.ks.gov/ar/muniserv/>. Such 2013 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2013 basis financial statements. The 2013 comparative information was subjected to auditing procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2013 basic financial statements or to the 2013 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2013 comparative information is fairly presented in all material respects in relation to the 2013 basic financial statements as a whole, on the basis of accounting described in Note 1.

*Mjg Houser & Company PA*

Certified Public Accountants  
Lawrence, Kansas

May 29, 2015

CITY OF ELWOOD, KANSAS  
Notes to the Financial Statements  
December 31, 2014

PRELIMINARY  
DRAFT

NOTE 1 - Summary of Significant Accounting Policies

Financial Reporting Entity

The City of Elwood (City) is a municipal corporation governed by a mayor and a five member council. These financial statements present the City and its related municipal entity. The related municipal entity is included in the City's reporting entity because they were established to benefit the City and/or its constituents. The discretely presented related municipal entity, the Elwood Housing Authority, has a June 30, 2014, year-end.

The City of Elwood Housing Authority operates the City's housing projects. The Housing Authority can sue and be sued, and can buy, sell or lease real property. Bond issuances must be approved by the City.

Basis of Accounting

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The Kansas Municipal Audit and Accounting Guide (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the City to use the regulatory basis of accounting.

Regulatory Basis Fund Types

The following types of funds comprise the financial activities of the City for the year ended December 31, 2014:

General Fund - the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose Fund - used to account for the proceeds of specific tax levies and other specific regulatory receipts sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest Fund - used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Business Fund - funds financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise and internal service fund etc.)

Agency Fund - funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, county treasurer tax collection accounts, etc.).

CITY OF ELWOOD, KANSAS

Notes to the Financial Statements  
December 31, 2014

**PRELIMINARY  
DRAFT**

NOTE 1 - Summary of Significant Accounting Policies (Continued)

Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest fund, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in the local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of the notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory basis receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. The 2014 budget was amended for the Electric and Sewer funds.

The statutes permit management to transfer budgeted amounts between accounts within an individual fund. However, such statutes prohibit management from incurring expenditures in excess of the total amount of the adopted budget for expenditures of individual funds without first following the amendment procedures mentioned in the above paragraph. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the statutory basis of accounting, in which regulatory basis receipts are recognized when cash is received, and expenditures include disbursements, accounts payable and encumbrances. Encumbrances are commitments by the City for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year end.

A legal operating budget is not required for certain special purpose, capital project, business and trust funds.

Spending in funds which are not subject to the legal annual operating budget requirements is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

NOTE 2 - Deposits and Investments

*Deposits.* K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

*Investments.* K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices. As of December 31, 2014, the City held no such investments.

*Concentration of credit risk.* State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

CITY OF ELWOOD, KANSAS  
Notes to the Financial Statements  
December 31, 2014

**PRELIMINARY  
DRAFT**

**NOTE 2 - Deposits and Investments (Continued)**

*Custodial credit risk – deposits.* Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City has no designated "peak periods." All deposits were legally secured at December 31, 2014.

At December 31, 2014, the City's carrying amount of deposits was \$371,858 and the bank balance was \$551,654. The bank balance was held by two banks, resulting in a concentration of credit risk. Of the bank balance, \$250,058 was covered by federal depository insurance and the balance of \$301,596 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

*Custodial credit risk – investments.* For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

**NOTE 3 - Long-term Debt**

*Capital Leases* During the year ended December 31, 2014, the following changes occurred in capital leases:

	Balance January 1, <u>2014</u>	<u>Additions</u>	<u>Retirements</u>	Balance December 31, <u>2014</u>
2011 Chevy Silverado	\$ 24,897	\$ -	\$ [7,990]	\$ 16,907
2013 Ford Police Interceptors	49,632	-	[12,761]	36,871
2012 Patrol Car Equipment	11,007	-	[5,076]	5,931
Total	<u>\$ 85,535</u>	<u>\$ -</u>	<u>\$ [25,827]</u>	<u>\$ 59,709</u>

Below are the maturities for capital leases payable as of December 31, 2014:

Year Ending December 31,	Principal	Interest	Total
2015	\$ 27,634	\$ 2,684	\$ 30,318
2016	22,698	1,173	23,871
2017	9,378	169	9,547
	<u>\$ 59,709</u>	<u>\$ 4,027</u>	<u>\$ 63,736</u>

CITY OF ELWOOD, KANSAS  
Notes to the Financial Statements  
December 31, 2014

**PRELIMINARY  
DRAFT**

**NOTE 3 – Long Term Debt (Continued)**

*General Obligation Debt.* The following general obligation bonds were outstanding as of December 31, 2014:

<u>Issue</u>	<u>Date of Issue</u>	<u>Date of Final Maturity</u>	<u>Original Issue Amount</u>	<u>Outstanding Issue Amount</u>
Paid by taxes				
Series 2004	5/20/2004	5/20/2044	\$ 707,000	\$ 624,038
Series 2004B	12/21/2004	12/21/2044	252,000	221,642
Series 2004C	12/21/2004	12/21/2044	210,500	185,743
Series 2008	7/25/2008	7/25/2048	952,000	892,242
Total				<u>\$ 1,923,665</u>

During the year ended December 31, 2014, the following changes occurred in general obligation bonds:

	<u>Balance January 1, 2014</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance December 31, 2014</u>	<u>Interest Paid</u>
General Obligation Bonds	<u>\$ 1,951,383</u>	<u>\$ -</u>	<u>\$ 27,718</u>	<u>\$ 1,923,665</u>	<u>\$ 86,221</u>

Below are the maturities for general obligation debt as of December 31, 2014:

	<u>Principal</u>	<u>Interest</u>
2015	\$ 28,940	\$ 84,999
2016	30,034	83,831
2017	31,540	82,399
2018	32,930	81,008
2019	34,382	79,556
2019-2023	195,672	373,890
2024-2028	243,000	326,637
2029-2033	301,529	268,116
2034-2038	374,168	195,489
2039-2043	465,805	105,384
2044-2048	185,666	21,352
	<u>\$ 1,923,665</u>	<u>\$ 1,702,662</u>

**NOTE 4 - Risk Management**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City carries commercial insurance for these risks of loss with the exception of loss from damage to or destruction of the electrical distribution system, including related lost revenue. No significant reductions in insurance coverage from that of the prior year have occurred. Settlements have not exceeded insurance coverage for each of the last three years.



CITY OF ELWOOD, KANSAS  
Notes to the Financial Statements  
December 31, 2014

**PRELIMINARY  
DRAFT**

**NOTE 5 - Retirement Plans**

*Plan description* - The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to KPERS (611 South Kansas Avenue, Topeka, Kansas 66603) or by calling 1-888-275-5737.

*Funding Policy* - K.S.A. 74-419 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. Effective July 1, 2009, KPERS has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate at 5% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. The employer collects and remits member-employee contributions according to the provisions of Section 414(h) of the Internal Revenue Code. Kansas law provides that employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the employer contribution rates.

**NOTE 6 - Interfund Transfers**

A reconciliation of transfers by fund type for 2014 follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Regulatory Authority</u>
General Fund	Employee Benefit Fund	\$ 30,000	K.S.A. 12-16,102
Electric Fund	General Fund	30,000	K.S.A. 12-825d
Total		<u>\$ 60,000</u>	

**NOTE 7 - Compensated Absences**

It is the City's policy to grant employees annual vacation in varying amounts depending on length of service. Annual vacation leave is accumulated at the rate of 10 days after year one; 15 days after year 5; and 20 days after year 10. Any unused vacation leave at year-end is paid out to the employee at the employee's pay rate on December 31. The cost of this policy during the year ended December 31, 2014 was \$12,357.

It is also the City's policy to grant employees annual sick leave at a rate of 40 hours after the first year of service. Any unused sick leave is paid out to the employee at the employee's rate of pay on April 1 of the following year. As of December 31, 2014, the liability for this sick leave policy was \$3,359.

**NOTE 8 - Statutory Violation**

The General Fund had negative ending unencumbered cash as of December 31, 2014, which is a violation of K.S.A. 10-1113.

Actual exceeded budgeted expenditures in the Employee Benefit and Electric funds, which is a violation of K.S.A. 79-2935.

CITY OF ELWOOD, KANSAS  
 Summary of Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2014

**PRELIMINARY  
DRAFT**

<u>Funds</u>	<u>Certified Budget</u>	<u>Adjustment for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year Budget</u>	<u>Variance Over [Under]</u>
Governmental Type Funds:					
General Fund:					
General	\$ 704,522	\$ 82,589	\$ 787,111	\$ 730,149	\$ 56,962
Special Purpose Funds:					
Employee Benefit	60,000	-	60,000	66,850	[6,850]
Special Highway	175,000	-	175,000	14,008	160,992
Business Funds:					
Electric	740,000	-	740,000	774,929	[34,929]
Water	570,000	-	570,000	552,460	17,540
Sewer	260,000	-	260,000	255,797	4,203

CITY OF ELWOOD, KANSAS  
General Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2014  
(With Comparative Actual Amounts for the Year Ended December 31, 2013)

**PRELIMINARY  
DRAFT**

	Prior Year <u>Actual</u>	Current Year		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes	\$ 441,202	\$ 461,467	\$ 597,787	\$ [136,320]
Licenses and permits	419	660	650	10
Charges for services	2,260	2,560	2,500	60
Fines and fees	160,344	158,308	175,000	[16,692]
Use of money and property	1,287	536	1,350	[814]
Reimbursed expense	11,292	82,589	-	82,589
Miscellaneous	73,742	57,574	20,000	37,574
Transfer in	31,881	30,000	-	30,000
Total Receipts	<u>722,427</u>	<u>793,694</u>	<u>\$ 797,287</u>	<u>\$ [3,593]</u>
Expenditures				
General government	514,340	431,678	\$ 314,517	\$ [117,161]
Law enforcement	262,081	240,067	248,200	8,133
Highways and streets	74,455	27,000	20,000	[7,000]
Animal control	1,450	1,404	1,805	401
Transfers out	30,621	30,000	120,000	90,000
Adjustment for qualifying budget credit	-	-	82,589	82,589
Total Expenditures	<u>882,947</u>	<u>730,149</u>	<u>\$ 787,111</u>	<u>\$ 56,962</u>
Receipts Over [Under] Expenditures	[160,520]	63,545		
Unencumbered Cash, Beginning	<u>[131,333]</u>	<u>[291,853]</u>		
Unencumbered Cash, Ending	<u>\$ [291,853]</u>	<u>\$ [228,308]</u>		

See independent auditor's report on the financial statements.

CITY OF ELWOOD, KANSAS  
Employee Benefit Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2014  
(With Comparative Actual Amounts for the Year Ended December 31, 2013)

**PRELIMINARY  
DRAFT**

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Transfers in	\$ 13,000	\$ 30,000	\$ 60,000	\$ [30,000]
Total Receipts	<u>13,000</u>	<u>30,000</u>	<u>\$ 60,000</u>	<u>\$ [30,000]</u>
Expenditures				
General government	62,681	66,850	\$ 60,000	\$ [6,850]
Total Expenditures	<u>62,681</u>	<u>66,850</u>	<u>\$ 60,000</u>	<u>\$ [6,850]</u>
Receipts Over [Under] Expenditures	[49,681]	[36,850]		
Unencumbered Cash, Beginning	<u>93,001</u>	<u>43,320</u>		
Unencumbered Cash, Ending	<u>\$ 43,320</u>	<u>\$ 6,470</u>		

See independent auditor's report on the financial statements.

CITY OF ELWOOD, KANSAS  
Special Highway Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2014  
(With Comparative Actual Amounts for the Year Ended December 31, 2013)

**PRELIMINARY  
DRAFT**

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Intergovernmental	\$ 30,620	\$ 23,295	\$ 31,860	\$ [8,565]
Reimbursed expenses	-	7,828	-	7,828
Transfer in	30,621	-	60,000	[60,000]
Total Receipts	<u>61,241</u>	<u>31,123</u>	<u>\$ 91,860</u>	<u>\$ [60,737]</u>
Expenditures				
Highways and streets	75,000	14,008	\$ 175,000	\$ 160,992
Total Expenditures	<u>75,000</u>	<u>14,008</u>	<u>\$ 175,000</u>	<u>\$ 160,992</u>
Receipts Over [Under] Expenditures	[13,759]	17,115		
Unencumbered Cash, Beginning	<u>151,101</u>	<u>137,342</u>		
Unencumbered Cash, Ending	<u>\$ 137,342</u>	<u>\$ 154,457</u>		

See independent auditor's report on the financial statements.

CITY OF ELWOOD, KANSAS  
Bond and Interest Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2014  
(With Comparative Actual Amounts for the Year Ended December 31, 2013)

**PRELIMINARY  
DRAFT**

	Prior Year <u>Actual</u>	Current Year		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes	\$ -	\$ -	\$ -	\$ -
Total Receipts	-	-	-	-
Expenditures				
Cash basis reserve	-	-	\$ -	\$ -
Total Expenditures	-	-	\$ -	\$ -
Receipts Over [Under] Expenditures	-	-		
Unencumbered Cash, Beginning	4,951	4,951		
Unencumbered Cash, Ending	\$ 4,951	\$ 4,951		

See independent auditor's report on the financial statements.

CITY OF ELWOOD, KANSAS  
Electric Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2014  
(With Comparative Actual Amounts for the Year Ended December 31, 2013)

**PRELIMINARY  
DRAFT**

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Charges to customers	\$ 790,704	\$ 818,242	\$ 845,000	\$ [26,758]
Reimbursed expenses	2,759	-	1,500	[1,500]
Total Receipts	<u>793,463</u>	<u>818,242</u>	<u>\$ 846,500</u>	<u>\$ [28,258]</u>
Expenditures				
Personnel	60,792	65,040	\$ 75,000	\$ 9,960
Contractual	29,896	46,049	70,000	23,951
Commodities	598,391	633,840	595,000	[38,840]
Transfer out	44,881	30,000	-	[30,000]
Total Expenditures	<u>733,960</u>	<u>774,929</u>	<u>\$ 740,000</u>	<u>\$ [34,929]</u>
Receipts Over [Under] Expenditures	59,503	43,313		
Unencumbered Cash, Beginning	<u>277,136</u>	<u>336,639</u>		
Unencumbered Cash, Ending	<u>\$ 336,639</u>	<u>\$ 379,952</u>		

See independent auditor's report on the financial statements.

CITY OF ELWOOD, KANSAS  
 Water Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2014  
 (With Comparative Actual Amounts for the Year Ended December 31, 2013)

**PRELIMINARY  
DRAFT**

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Charges to customers	\$ 531,435	\$ 506,195	\$ 555,900	\$ [49,705]
Reimbursed expenses	9,071	-	-	-
Total Receipts	<u>540,506</u>	<u>506,195</u>	<u>\$ 555,900</u>	<u>\$ [49,705]</u>
Expenditures				
Personnel	83,209	86,057	\$ 80,000	\$ [6,057]
Contractual	37,683	38,429	60,000	21,571
Commodities	434,990	427,974	430,000	2,026
Total Expenditures	<u>555,882</u>	<u>552,460</u>	<u>\$ 570,000</u>	<u>\$ 17,540</u>
Receipts Over [Under] Expenditures	[15,376]	[46,265]		
Unencumbered Cash, Beginning	<u>65,038</u>	<u>49,662</u>		
Unencumbered Cash, Ending	<u>\$ 49,662</u>	<u>\$ 3,397</u>		

See independent auditor's report on the financial statements.



CITY OF ELWOOD, KANSAS  
Sewer Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2014  
(With Comparative Actual Amounts for the Year Ended December 31, 2013)

**PRELIMINARY  
DRAFT**

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Charges to customers	\$ 173,236	\$ 189,130	\$ 190,000	\$ [870]
Reimbursed expense	1,500	9,633	-	9,633
Total Receipts	<u>174,736</u>	<u>198,763</u>	<u>\$ 190,000</u>	<u>\$ 8,763</u>
Expenditures				
Personnel	49,853	55,302	\$ 30,000	\$ [25,302]
Contractual	12,847	6,128	47,000	40,872
Commodities	63,480	80,429	69,062	[11,367]
Debt service	113,747	113,938	113,938	-
Total Expenditures	<u>239,927</u>	<u>255,797</u>	<u>\$ 260,000</u>	<u>\$ 4,203</u>
Receipts Over [Under] Expenditures	[65,191]	[57,034]		
Unencumbered Cash, Beginning	<u>158,671</u>	<u>93,480</u>		
Unencumbered Cash, Ending	<u>\$ 93,480</u>	<u>\$ 36,446</u>		

See independent auditor's report on the financial statements.

CITY OF ELWOOD, KANSAS  
 Related Municipal Entity  
 Elwood Public Housing Authority\*  
 Regulatory Basis  
 Schedule of Receipts and Expenditures - Actual  
 For the Year Ended December 31, 2014 and 2013

**PRELIMINARY  
DRAFT**

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Charges for service	\$ 95,485	\$ 95,021
Use of money and property	2	110
Miscellaneous	<u>2,453</u>	<u>2,901</u>
Total Receipts	<u>97,940</u>	<u>98,032</u>
 Expenditures		
General government	<u>92,550</u>	<u>106,990</u>
Total Expenditures	<u>92,550</u>	<u>106,990</u>
 Receipts Over [Under] Expenditures	5,390	[8,958]
 Unencumbered Cash, Beginning	<u>49,440</u>	<u>54,830</u>
 Unencumbered Cash, Ending	<u>\$ 54,830</u>	<u>\$ 45,872</u>

\* - This component unit is not required to be budgeted.

CITY OF ELWOOD, KANSAS  
 Agency Funds  
 Summary of Receipts and Disbursements  
 Regulatory Basis  
 For the Year Ended December 31, 2014

**PRELIMINARY  
DRAFT**

<u>FUNDS</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
Municipal Judge Training Fund	\$ 11,497	\$ 41	\$ -	\$ 11,538
Payroll Clearing	47,519	44,806	92,104	221
Sales Tax Fund	<u>2,734</u>	<u>-</u>	<u>-</u>	<u>2,734</u>
Total Agency Funds	<u>\$ 61,750</u>	<u>\$ 44,847</u>	<u>\$ 92,104</u>	<u>\$ 14,493</u>